



December 20, 2006

Accountant pleads guilty to filing false tax returns

Irwin Kalmer, a certified public accountant, pled guilty today to filing false tax returns, admitting that he failed to report about \$313,000 in accounting fees that he earned between 1999 and 2002.

United States Attorney Robert Clark Corrente announced the guilty plea, which Kalmer entered before Chief U.S. District Court Judge Mary M. Lisi in U.S. District Court, Providence.

At the plea hearing, Assistant U.S. Attorney Andrew J. Reich said that the government could prove, that, for the tax years 1999 through 2002, Kalmer failed to report all of his business income on his personal tax return. When clients paid him by check, Kalmer deposited about 30% of the money in his business bank account, and converted the rest into cash, which he did not report on his tax returns. Kalmer omitted \$41,874 income from his 1999 return, \$77,085 from his 2000 return, \$89,448 from his 2001 return, and \$105,473 from his 2002 return.

Kalmer, 60, of Smithfield, pled guilty to one count of filing a false income tax return. The maximum penalty is three years imprisonment and a \$250,000 fine. He is free on unsecured bond, pending sentencing, which is scheduled for May 2007.

The Criminal Investigation arm of the Internal Revenue Service investigated the case.

-30-

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